

LOUIS GILBERT & ASSOCIATES, INC.

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July 27, 2007

Honorable James H. Welsh
Commissioner of Conservation
P.O. Box 94275, Capitol Station
Baton Rouge, Louisiana 70804-9275

RE: Special Field Rules Within
an Exempt Area
Garden Island Bay Field
Plaquemines Parish, Louisiana

Dear Sir:

Application is hereby made on behalf of Dune Operating Company for the calling of a public hearing, after 10 days legal notice, to consider evidence relative to the issuance of Orders pertaining to the following matters relating to Special Field Rules within an Exempt Area in the Garden Island Bay Field, Plaquemines Parish, Louisiana.

1. To establish an Exempt Area as shown on the attached plat for pools which occur down to a depth of 16,000' subsea for wells which are located within the Exempt Area and are at least 330' from the exterior boundary lines of the Exempt Area.
2. To grant an exemption to LAC 43:XIX.1901 et seq. (Statewide Order No. 29-E) within the Exempt Area.
3. To grant an exemption to LAC 43:XIX.1501-1505 (Statewide Order No. 29-C-4) as it relates to selective completions and allow the use of selective completions equipment in separate pools within the Exempt Area.
4. To consider such other matters as may be pertinent.

There is attached hereto and made a part hereof, a plat outlining the proposed Exempt Area and a list of names and addresses of the Interested Parties, Interested Owners and Represented Parties to whom this notice is being sent. Pursuant to the Revised Rules of Procedure, such list of Parties is being furnished ONLY to the Commissioner of Conservation and to the District Manager of the Lafayette District of the Office of Conservation. The aforementioned list is available upon request to any Interested Party. A reasonable effort was made to ascertain the names and addresses of all Interested Parties, Interested Owners and Represented Parties as required by the Revised Rules of Procedure.

Enclosed is a check in the amount of \$755.00 made payable to the Office of Conservation submitted on behalf of the applicant representing the hearing application fee.

Very truly yours,
LOUIS GILBERT & ASSOCIATES, INC.

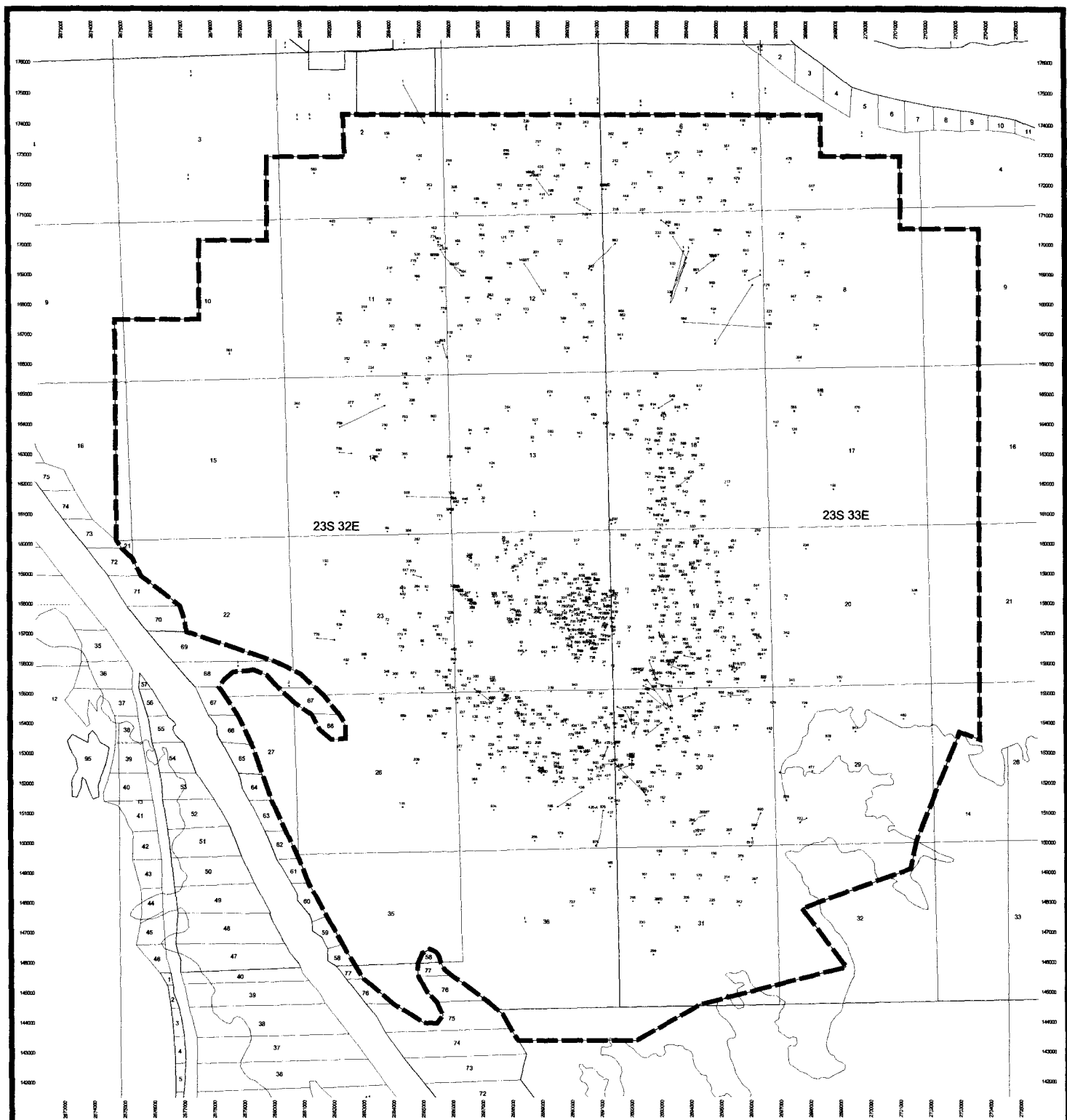


Louis F. Gilbert

cc: Mr. Richard Hudson (w/enclosures)
Office of Conservation

Mr. David Lewis (w/enclosures)
Dune Operating Company

Interested Parties, Interested Owners
And Represented Parties (w/plat)



**PROPOSED EXEMPT AREA
COMPRISED OF SL 214 & SL 1393
(16,395 ACRES)**

EXHIBIT NO.	DOCKET NO.
DUNE OPERATING COMPANY	
GARDEN ISLAND BAY FIELD PLAQUEMINES PARISH, LOUISIANA	
PROPOSED EXEMPT AREA	
DATE:	
LOUIS GILBERT & ASSOCIATES, INC.	